

ND ASSOCIATION OF COUNTIES

State Investment Board Balance Sheet As of 7/31/2008

	As of <u>7-31-08</u>	As of <u>6-30-08</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 450,501	\$ 451,813
INTERNATIONAL EQUITIES	137,251	142,595
DOMESTIC FIXED INCOME	464,232	470,681
INVESTED CASH (NOTE 1)	<u>58,776</u>	<u>58,779</u>
TOTAL INVESTMENTS	1,110,760	1,123,868
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	<u>989</u>	<u>880</u>
TOTAL RECEIVABLES	989	880
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	28,528	28,528
TOTAL ASSETS	<u>\$ 1,140,277</u>	<u>\$ 1,153,276</u>
LIABILITIES:		
SECURITIES LENDING COLLATERAL (NOTE 2)	28,528	28,528
INVESTMENT EXPENSE PAYABLE	<u>1,931</u>	<u>1,922</u>
TOTAL LIABILITIES	30,459	30,450
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,122,826	1,216,882
CASH IN DURING YEAR (NOTE 3)	0	0
CASH OUT DURING YEAR (NOTE 4)	0	0
NET INCREASE (DECREASE)	<u>(13,008)</u>	<u>(94,056)</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>1,109,818</u>	<u>1,122,826</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 1,140,277</u>	<u>\$ 1,153,276</u>

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State Investment Board Profit and Loss Statement For the Month Ended 7/31/2008

	Month Ended <u>7-31-08</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 2,995	\$ 2,995
SECURITIES LENDING INCOME	69	69
	<u>3,064</u>	<u>3,064</u>
 GAIN ON SALE OF INVESTMENTS	 18,256	 18,256
LOSS ON SALE OF INVESTMENTS	<u>21,339</u>	<u>21,339</u>
 NET GAINS (LOSSES) INVESTMENTS	 (3,083)	 (3,083)
 INVESTMENT EXPENSES	 1,339	 1,339
SECURITIES LENDING EXPENSES	41	41
 NET INVESTMENT INCOME	 (1,399)	 (1,399)
 NET APPREC (DEPREC) MARKET VALUE	 (11,602)	 (11,602)
MISCELLANEOUS INCOME/(EXPENSE)	<u>(7)</u>	<u>(7)</u>
 TOTAL INVESTMENT INCOME	 <u>(13,008)</u>	 <u>(13,008)</u>
 NET INCREASE (DECREASE)	 <u><u>\$ (13,008)</u></u>	 <u><u>\$ (13,008)</u></u>

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Notes To Financial Statements
July 31, 2008

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 INVESTED CASH

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 SECURITIES LENDING COLLATERAL

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.